

This report is submitted to notify the FEC of a transfer from our Federal account to our Non Federal account to correct an error in calculation of 2008 eligible joint administrative expenses for allocation between accounts.

In January, 2009, we received a letter from Laura Sinram, Senior Campaign Financial Analyst, Reports and Analysis Division, questioning our classification of certain administrative expenses in our report. Based on a thorough review, it was determined that booth rentals at community fairs or similar events, which occur as Committee activities with some regularity, should be classified (in years when there are federal candidates on the ballot), as Federal Election Activity, although we had previously considered these disbursements to be administrative expenses.

Further examination of administrative expenses claimed for allocation in the months of August and September 2008 revealed that in addition to community fair type expenses, other FEA expenses had been misclassified as allocable joint administrative expenses. While the original amount of expenses eligible for allocation was calculated to be \$19,442.36, the revised total of August and September disbursements was lowered to \$16,504.91. The revised calculation is reflected in the September monthly and October monthly FEC amendments filed by this Committee on the 23rd and 25th of March, 2009.

The original transfer of \$12,443.11 represented a 36 Federal, 64 percent Non Federal split, and it occurred on October 10, 2008. The reduced amount of the transfer, \$10,563.14, means that to correct for the erroneous calculations, a transfer back to the Non Federal account in the amount of \$1,879.97 is required. On March 30, 2009, this amount was transferred from the Federal account to the Non Federal account.

At no time during the period of October 1, 2008, to March 31, 2009, did the Federal account available balance drop below \$85,000. This is relevant, because at no time was the improperly applied \$1,879.97 used for operating expenses by the Federal account. There were sufficient available funds in the account at all times so that the \$1,879.97 can be considered as idle funds.

We will report the transfer between our accounts to correct this administrative transfer error when we file the April 2009 monthly report.

Respectfully submitted,

Bruce H Neilson, Treasurer
Fairfax County Democratic Committee
3/31/2009
